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Special:

Circular Letter

TO: EMPLOYERS COVERED BY CALPERS, EMPLOYEE ORGANIZATIONS AND OTHER INTERESTED PARTIES

SUBJECT: MEETING NOTICE OF THE CALPERS BOARD OF ADMINISTRATION, ITS COMMITTEES AND ADVISORY PANELS

The CalPERS Board of Administration and its Committees are scheduled to meet on the following days in October. All meetings will be held in public session unless otherwise noted.

Investment Committee

Date and Time: Monday, October 18, 2004, 8:30 a.m.

Location: Grand Ballroom, Riviera Resort, 1600 North Indian Canyon Drive, Palm Springs, CA

The Committee will meet in closed session to discuss personnel and investment matters pursuant to Government Code sections 11126(a)(1) and (c)(16).

Investment Committee

Date and Time: Monday, October 18, 2004, 9:30 a.m. or upon adjournment or recess of the preceding Investment Committee closed session, whichever is later

Location: Grand Ballroom, Riviera Resort, 1600 North Indian Canyon Drive, Palm Springs, CA

A closed session will be held upon adjournment or recessing of the open session to consider investment matters pursuant to Government Code section 11126(c)(16) and litigation matters pursuant to Government Code section 11126(e)(2)(A), *California First Amendment Coalition v. California Public Employees' Retirement System*, San Francisco Superior Court Case No. CPF-04-504529.

Performance and Compensation Committee

Date and Time: Monday, October 18, 2004, 1:30 p.m. or upon adjournment or recess of the Investment Committee meeting, whichever is later

Location: Grand Ballroom, Riviera Resort, 1600 North Indian Canyon Drive, Palm Springs, CA

A closed session will be held to discuss personnel matters pursuant to Government Code sections 11126(a) and 11126(g)(1).

Benefits and Program Administration Committee

Date and Time: Tuesday, October 19, 2004, 9:00 a.m.

Location: Grand Ballroom, Riviera Resort, 1600 North Indian Canyon Drive, Palm Springs, CA

Health Benefits Committee

Date and Time: Tuesday, October 19, 2004, 10:00 a.m. or upon adjournment or recess of the Benefits and Program Administration Committee meeting, whichever is later

Location: Grand Ballroom, Riviera Resort, 1600 North Indian Canyon Drive, Palm Springs, CA

A closed session will be held upon adjournment or recessing of the open session to discuss health plan contract negotiations pursuant to Government Code section 11126(c)(17).

Board of Administration

Date and Time: Wednesday, October 20, 2004, 8:00 a.m.

Location: Grand Ballroom, Riviera Resort, 1600 North Indian Canyon Drive, Palm Springs, CA

The Board will meet in closed session to discuss personnel issues pursuant to Government Code sections 11126(a)(1) and (g)(1).

Board of Administration

Date and Time: Wednesday, October 20, 2004, 9:00 a.m. or upon adjournment or recess of the closed session of the Board of Administration, which is scheduled to commence at 8:00 a.m., whichever is later

Location: Grand Ballroom, Riviera Resort, 1600 North Indian Canyon Drive, Palm Springs, CA

State Benefits Advisory Panel

Date and Time: Thursday, October 21, 2004, 9:00 a.m.

Location: Room 4340A/C, Lincoln Plaza, 400 P Street, Sacramento, CA

This body is advisory only and will meet to discuss health issues including, but not limited to, implementation of disease management programs.

CalPERS Educational Forum 2004

Date and Time: October 25-27, 2004, 8:00 a.m.

Location: Anaheim Hilton Hotel, 777 Convention Way, Anaheim, CA

Some members of the Board will attend the CalPERS Educational Forum.

Investment Committee

Date and Time: Thursday, October 28 and Friday, October 29, 2004, 8:30 a.m.

Location: Room 1140, Lincoln Plaza, 400 P Street, Sacramento, CA

Committee members will attend an Asset/Liability Management Workshop.

Contracting Agency Benefits Advisory Panel

Date and Time: Friday, October 29, 2004, 10:00 a.m.

Location: Room 5115, Lincoln Plaza, 400 P Street, Sacramento, CA

This body is advisory only and will meet to discuss health benefit plan design options for contracting agencies.

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Items scheduled for the public sessions of the meetings are listed on the attached agendas. This information is also available on the CalPERS website at www.calpers.ca.gov. Questions pertaining to the meetings may be directed to Dana Bromby at 916/326-3829.

The Board would be pleased to have you or representatives of your agency at the public sessions. The facilities are accessible to persons with disabilities. Requests for sign language or captioning services require a minimum of 72 hours notice. To request service, please call 916/326-3065 (voice or TTY).

FRED BUENROSTRO
Chief Executive Officer

Attachments

CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BOARD OF ADMINISTRATION

INVESTMENT COMMITTEE

October 18, 2004

PLACE:

**The Riviera Resort
1600 N Indian Canyon Drive
Palm Springs, California**

TIME:

CLOSED SESSION 8:30 a.m. (Government Code section 11126(a)(1) and (c)(16))

CHIEF INVESTMENT OFFICER'S BRIEFING ON
MARKET AND PERSONNEL ISSUES

OPEN SESSION 9:30 a.m.

CLOSED SESSION Upon adjournment or recessing of Open Session
Government Code section 11126(c)(16) and
Government Code section 11126(e)(2)(A), *California First Amendment*
Coalition v. California Public Employees' Retirement System, San
Francisco Superior Court Case, No. CPF-04-504529

ROLL CALL:

Committee Members

Rob Feckner, Chair
Priya Mathur, Vice Chair
Sidney L. Abrams
Philip Angelides
Willie L. Brown, Jr.
Robert F. Carlson
George Diehr
Sean Harrigan
Michael Navarro
Mike Quevedo, Jr.
Kurato Shimada
Charles Valdes
Steve Westly

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|--------------------------------------|-----|---|
| | 1. | CALL TO ORDER & ROLL CALL |
| ACTION | 2. | Approval of Agenda |
| ACTION | 3. | Approval of the September 13, 2004 Open Session Minutes |
| ACTION /
INFORMATION | 4. | Real Estate
a. Responsible Contractor Annual Report and Update |
| INFORMATION | 5. | Alternative Investment Management (AIM) Program
a. AIM Performance Review |
| ACTION /
INFORMATION | 6. | Public Markets
a. Domestic Equity Manager Annual Review
b. International Equity Manager Annual Review
c. Permissible Equity Market Policy
d. International Equity Management RFP
e. Executive Compensation Strategic Plan |
| ACTION /
CONSENT | 7. | Policy Subcommittee Report
a. Risk Management Program
b. Core Retail Real Estate
c. Opportunistic Real Estate
d. Dollar-Denominated Fixed Income Program
e. Derivatives – External Money Managers
f. Delegation Resolution – Investment Policy Subcommittee
g. Proposed December 10, 2004 Agenda |
| ACTION /
CONSENT /
INFORMATION | 8. | Chief Investment Officer's/Assistant Executive Officer's Report
a. Consolidated Investment Activity Report
b. CACI International Update
c. Pension Consultant RFP Scoring Methodology and Revised Scope of Services
d. Wilshire Study on CalPERS' Corporate Governance Program |
| ACTION | 9. | Proposed 2005 Investment Committee Meeting Dates |
| INFORMATION | 10. | Draft Agendas
a. November 15, 2004 Investment Committee, Sacramento
b. November 17, 2004 Environmental Initiatives Workshop, Sacramento |
| | 11. | Public Comment |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BOARD OF ADMINISTRATION

INVESTMENT COMMITTEE

October 18, 2004

- | | |
|-----------------------------|--|
| CLOSED SESSION | Upon adjournment or recessing of Open Session
(Government Code section 11126(c)(16))
(Government Code section 11126(e)(2)(A) [Item No. 4a only]) |
| | 1. CALL TO ORDER AND ROLL CALL |
| ACTION | 2. Approval of the September 13, 2004 Executive Closed and Closed Session Minutes |
| INFORMATION | 3. Real Estate |
| ACTION / INFORMATION | 4. Alternative Investment Management (AIM) Program
a. <i>California First Amendment Coalition v. California Public Employees' Retirement System</i> , San Francisco Superior Court Case No. CPF-04-504529 |
| ACTION / INFORMATION | 5. Public Markets
a. 2005 Preliminary Focus List
b. Corporate Governance Internal Staff Working Group Update - Disney
c. Update on Ongoing Regulatory Investigations Related to Franklin Resources
d. Wilshire Regulatory Investigation Update
e. International Equity Manager Update |
| INFORMATION | 6. Chief Investment Officer's/Assistant Executive Officer's Report
a. Status of Action Items Not Yet Reported |
| CONSENT | 7. Activity Reports
a. Alternative Investment Management (AIM) Program Activity Report
b. Absolute Return Strategies Program Activity Report
c. Public Markets Activity Report |

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

PERFORMANCE AND COMPENSATION COMMITTEE

OCTOBER 18, 2004

**1:30 P.M. OR UPON ADJOURNMENT OR RECESS OF THE
INVESTMENT COMMITTEE MEETING, WHICHEVER IS LATER**

**RIVIERA RESORT
1600 N. INDIAN CANYON DRIVE
PALM SPRINGS, CA**

COMMITTEE MEMBERS

**Charles Valdes, Chair
Robert F. Carlson, Vice Chair
George Diehr
Rob Feckner
Priya Mathur
Michael Navarro
Kurato Shimada**

AGENDA

OPEN SESSION

- | | | |
|---------------------------|----|--|
| | 1. | CALL TO ORDER AND ROLL CALL |
| | 2. | APPROVAL OF THE SEPTEMBER 10, 2004
PERFORMANCE AND COMPENSATION
COMMITTEE MEETING MINUTES |
| Action/Pat Chappie | 3. | 2004-2005 PERFORMANCE PLAN MEASURES
FOR THE CHIEF EXECUTIVE OFFICER AND
CHIEF ACTUARY (SECOND READING), CHIEF
INVESTMENT OFFICER, AND HIS DIRECT
REPORTING STAFF (FIRST READING OF
QUANTITATIVE MEASURES AND SECOND
READING OF QUALITATIVE MEASURES) |
| Action/Pat Chappie | 4. | SALARY RANGES FOR INVESTMENT
MANAGEMENT POSITIONS |
| Information/Chris O'Brien | 5. | RECRUITMENT DIFFERENTIAL FOR CHIEF
EXECUTIVE OFFICER, CHIEF ACTUARY AND
NEW CIVIL SERVICE INVESTMENT
MANAGEMENT POSITIONS |

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|---|-----|--|
| Information/Pat Chappie | 6. | PROPOSED NOVEMBER 2004 AGENDA |
| Information/Pat Chappie | 7. | PUBLIC COMMENT |
| CLOSED SESSION
(Gov. Code Section
11126(a) and 11126
(g)(1)) | | |
| | 8. | APPROVAL OF THE SEPTEMBER 10, 2004
PERFORMANCE AND COMPENSATION
CLOSED SESSION MEETING MINUTES |
| Action/Pat Chappie | 9. | CHIEF EXECUTIVE OFFICER'S BASE SALARY |
| Information/Pat Chappie | 10. | SALARY RANGES FOR INDIVIDUAL
INVESTMENT MANAGEMENT EMPLOYEES |

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION
BENEFITS AND PROGRAM ADMINISTRATION COMMITTEE**

October 19, 2004

9:00 a.m.

The Riviera Resort
1600 N. Indian Canyon Drive
Palm Springs, California

COMMITTEE MEMBERS

Kurato Shimada, Chair
Sidney Abrams, Vice Chair
Robert F. Carlson
George Diehr
Rob Feckner
Sean Harrigan
Priya Mathur
Michael Navarro
Steve Westly

AGENDA

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|--|----|---|
| | 1. | CALL TO ORDER AND ROLL CALL |
| | 2. | APPROVAL OF THE SEPTEMBER 14, 2004 BENEFITS AND PROGRAM ADMINISTRATION COMMITTEE (BPAC) MEETING MINUTES |
| Action/Carol McConnell,
Charles Valdes, Rob Feckner | 3. | REIMBURSEMENT TO EMPLOYERS OF ELECTED BOARD MEMBERS |
| Action/Ron Seeling | 4. | DEPARTMENT OF FINANCE REQUEST FOR CERTIFICATION OF 2004-05 EMPLOYER CONTRIBUTION AMOUNT (FIRST READING) |
| Action/Kathie Vaughn | 5. | MODIFICATION TO STATE-WIDE COALITION OF RETIRED EMPLOYEES' (SCORE) WARRANT INSERT SCHEDULE |
| Information/Ron Seeling | 6. | RESULTS OF BOARD SURVEY ON EMPLOYER RATE STABILIZATION |

- | | | |
|---------------------------|-----|---|
| Information/Ron Seeling | 7. | CHIEF ACTUARY REPORT |
| Information/Kathie Vaughn | 8. | ASSISTANT EXECUTIVE OFFICER REPORT |
| Action/Kathie Vaughn | 9. | PROPOSED 2005 BENEFITS AND PROGRAM
ADMINISTRATION COMMITTEE (BPAC) MEETING
SCHEDULE |
| Information/Kathie Vaughn | 10. | INFORMATION ITEMS |
| | | A. Draft Agenda for November 16, 2004 |
| | 11. | PUBLIC COMMENT |

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this Committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION
HEALTH BENEFITS COMMITTEE**

October 19, 2004

**Riviera Resort
1600 N. Indian Canyon Drive
Palm Springs, CA**

COMMITTEE MEMBERS

Sidney Abrams, Chair
George Diehr, Vice Chair
Philip Angelides
Rob Feckner
Sean Harrigan
Priya Mathur
Michael Navarro
Charles Valdes
Steve Westly

AGENDA

OPEN SESSION: 10:00 a.m., or Upon Adjournment or recess of the Benefits and Program Administration Committee Meeting, Whichever is Later

CLOSED SESSION: UPON ADJOURNMENT OR RECESSING OF OPEN SESSION
(Government Code section 11126(c)(17))
**ANNOUNCEMENT OF CLOSED SESSION TO
DISCUSS HEALTH PLAN CONTRACT NEGOTIATIONS**

1. CALL TO ORDER AND ROLL CALL
2. ANNOUNCEMENT OF CLOSED SESSION
3. APPROVAL OF SEPTEMBER 14, 2004, HEALTH BENEFITS COMMITTEE MEETING MINUTES
- Information/Terri Westbrook 4. EXCLUSIVE PROVIDER NETWORK UPDATE
- Information/Richard Krolak 5. SELF-FUNDED PROGRAMS FINANCIAL MID-YEAR REVIEW
- Information/Richard Krolak 6. UPDATE ON PROPOSED FEDERAL REGULATIONS FOR MEDICARE PART D
- Information/Curtis Howard 7. MEDICARE COORDINATION ADMINISTRATIVE REVIEW PROCESS

Information/Karen Neuwald	8. PROPOSITION 72: REFERENDUM ON SB 2 – MANDATORY EMPLOYER SPONSORED HEALTH COVERAGE
Information/Terri Westbrook	9. STRATEGIC PLAN UPDATE
Information/Jarvio Grevious	10. ASSISTANT EXECUTIVE OFFICER REPORT
Action/Terri Westbrook	11. HEALTH BENEFITS COMMITTEE MEETING CALENDAR FOR 2005
Information	12. PROPOSED AGENDA FOR NOVEMBER 16, 2004, HEALTH BENEFITS COMMITTEE MEETING
Information	13. PUBLIC COMMENTS

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION

OCTOBER 20, 2004

THE RIVIERA RESORT
1600 N. INDIAN CANYON DRIVE
PALM SPRINGS, CA

AGENDA

**CLOSED
SESSION**

8:00 A.M.

**(Gov. Code secs.
11126(a)(1) and
(g)(1))**

CHIEF EXECUTIVE OFFICER'S BRIEFING ON PERFORMANCE AND
PERSONNEL ISSUES

OPEN SESSION

**9:00 A.M. OR UPON ADJOURNMENT OR RECESS OF CLOSED SESSION,
WHICHEVER IS LATER**

PLEDGE OF ALLEGIANCE

1. CALL TO ORDER AND ROLL CALL
2. ANNOUNCEMENT OF CLOSED SESSION
3. APPROVAL OF THE SEPTEMBER 15, 2004 MEETING
MINUTES

INVESTMENTS

Mr. Anson

4. CHIEF INVESTMENT OFFICER'S/ASSISTANT EXECUTIVE
OFFICER'S REPORT

COMMITTEE REPORTS (ANY AGENDA ITEM FROM A
PROPERLY NOTICED COMMITTEE MEETING HELD
PRIOR TO THIS MEETING MAY BE REPORTED ON OR
PRESENTED TO THE BOARD FOR ITS
CONSIDERATION.)

Mr. Feckner

5. INVESTMENT COMMITTEE (ORAL)

Mr. Shimada

6. BENEFITS AND PROGRAM ADMINISTRATION COMMITTEE
(ORAL)

- | | | |
|-------------|----|---|
| Mr. Abrams | 7. | HEALTH BENEFITS COMMITTEE (ORAL) |
| Mr. Carlson | 8. | FINANCE COMMITTEE (ORAL) |
| Mr. Valdes | 9. | PERFORMANCE AND COMPENSATION COMMITTEE (ORAL) |

GENERAL

- | | | |
|----------------|-----|---|
| Mr. Buenrostro | 10. | BOARD MEETING CALENDAR |
| Mr. Buenrostro | 11. | CHIEF EXECUTIVE OFFICER'S REPORT (ORAL) |

GOVERNMENTAL AFFAIRS

- | | | |
|------------|-----|-------------------------------------|
| Mr. Walton | 12. | BOARD'S LEGISLATIVE PROGRAM |
| Mr. Walton | 13. | BOARD'S POSITION ON LEGISLATION |
| Mr. Walton | 14. | BOARD'S FEDERAL LEGISLATIVE PROGRAM |

LEGAL

- | | | |
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| Mr. Mixon | 15. | PROPOSED DECISIONS OF ADMINISTRATIVE LAW JUDGES

A. JENNIFER K. KURET-NADEAU
B. GERALD LINDER
C. LUCKY L. MEYER
D. VIRGINIA KENNEDY
E. DURWARD HOPE
F. ELEANOR KRANTHER
G. MICHAEL COLLINS |
| Mr. Mixon | 16. | PETITION FOR RECONSIDERATION

A. RUSSELL H. BLOOM |
| Mr. Mixon | 17. | GENERAL COUNSEL'S REPORT
A. MONTHLY NEW CASE REPORTS
B. ASSIGNMENT MATRIX |

OTHER

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|----------------|-----|--|
| Mr. Harrigan | 18. | BOARD TRAVEL APPROVALS |
| Mr. Buenrostro | 19. | DRAFT AGENDA FOR THE NOVEMBER 17, 2004 MEETING |

20. NEW BUSINESS AGENDA SETTING

21. PUBLIC COMMENT

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Committee meeting held immediately prior to this Board meeting may be considered by the Board.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION
INVESTMENT COMMITTEE**

ASSET/LIABILITY MANAGEMENT WORKSHOP

October 28 and 29, 2004

**Lincoln Plaza Building
400 P Street, Room 1140
Sacramento, California**

Thursday, October 28, 2004

Time	Subject	Presenter
8:30	Overview	Mark Anson
8:45	"More Bang for Your Buck" <i>Panel:</i> <ul style="list-style-type: none">- Bob Boldt- Marty Leibowitz- David Russ <i>Moderator:</i> <ul style="list-style-type: none">- Rick Brown	
10:00	Break	
10:30	Asset Assumptions: A) Introduction B) Panel <i>Consultants:</i> <ul style="list-style-type: none">- Allan Emkin- Roz Hewsenian- John Meier- Dick Wendt <i>Moderator:</i> <ul style="list-style-type: none">- Bill Sharpe	Pat Pinkos
12:00	Lunch	
1:00	Currency Overlay	Eric Busay
1:30	Employer Group Perspective	Ron Seeling John Guthrie Harriet Commons
2:15	Break	
2:45	Liabilities	Ron Seeling

Friday, October 29, 2004

Time	Subject	Presenter
8:30	Decision Factor Review	Bob McCrory
9:00	Interactive Session <i>Moderator:</i> - Rick Brown	Pat Pinkos Ron Seeling Bob McCrory
12:00	End of Session	